

**STATE OF MICHIGAN  
DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS  
OFFICE OF FINANCIAL AND INSURANCE REGULATION**

**Bulletin 2011-11-INS**

**In the matter of:**

**Michigan Property and Casualty Guaranty  
Association's annual adjustment of an insured's  
maximum unearned premium refund**

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**Issued and entered  
this 26<sup>th</sup> day of May 2011  
By R. Kevin Clinton  
Commissioner**

**INFORMATIONAL STATEMENT ISSUED  
PURSUANT TO MCL 500.7925(2)(a) and R 500.351  
OF THE MICHIGAN ADMINISTRATIVE CODE**

This bulletin supersedes Bulletin 2010-10-INS.

The Property and Casualty Guaranty Association Act, Michigan Compiled Laws (MCL) 500.7925(2)(a), requires the Commissioner of the Office of Financial and Insurance Regulation to annually adjust an insured's maximum refund of unearned premiums that constitutes a covered claim of the Property and Casualty Guaranty Association (Association).

Michigan Compiled Laws 500.7925(2)(a) requires the annual adjustment of an insured's maximum refund of unearned premiums, from one insolvent insurer, to reflect changes in the cost of living as prescribed by the Commissioner's promulgated rule. Rule 500.351 of the Michigan Administrative Code requires the annual adjustment to the maximum refund amount of unearned premiums by the ratio of the national Consumer Price Index (CPI) as calculated by the United States Department of Labor, Bureau of Statistics, using the U.S. City Average Index for all items, to the corresponding CPI as of March of each year, rounded to the nearest dollar.

By issuing this informational statement, the Commissioner certifies that he has performed the CPI review and has adjusted the maximum unearned premium refund for the period from July 1, 2011 through June 30, 2012 to \$1395.00.

The maximum unearned premium refund for the most recent year was:  
July 1, 2010 through June 30, 2011 - \$1359.00.

Any questions regarding this bulletin should be directed to:

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R. Kevin Clinton  
Commissioner